

USDA Foreign Agricultural Service

GAIN Report

Global Agriculture Information Network

Template Version 2.09

Voluntary Report - public distribution

Date: 8/31/2004

GAIN Report Number: CA4062

Canada

Market Development Reports Canada Connect Matchmaker Program 2004

Approved by:

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Report Highlights:

CANADA CONNECT -- Canada Agrifood Network -- Agent Distributor Connection, since 2000 is a cost effective matchmaking service for U.S. food and beverage producers wishing to investigate the Canadian market for brokers/agents and distributors. Cost change effective September 1, 2004.

Includes PSD Changes: No Includes Trade Matrix: No Unscheduled Report Ottawa [CA1]

CANADA CONNECT – Canada Agrifood Network – Agent Distributor Connection

CANADA CONNECT is an agriculture matchmaker service for U.S. food and beverage producers wishing to investigate the Canadian market for brokers/agents/distributors. The **CANADA CONNECT** program, endorsed by the Foreign Agricultural Service office at the United States Embassy, Ottawa Canada, parallels the Gold Key Program offered by the U.S. Foreign Commercial Service.

CANADA CONNECT is made available to U.S. agri-food exporters by respected market research and public relations firms in Canada. These firms are both located in the Toronto area, the largest metropolitan area in Canada and the leading Canadian center of business. If your target market is outside the Toronto area, these firms are prepared to assist you as well.

A partnership with the U.S. and Foreign Commercial Service enables the program to be promoted through their 70 + plus Expert Assistance Centers throughout the U.S. Prospective agri-food exporters requesting information through Export Assistance Centers will be directed to this program.

All involved parties conduct promotion of this program through outreach activities. Brochures that outline the program have been developed and are being distributed to interested state representatives, groups, and organizations at all opportunities.

Following is a copy of the **CANADA CONNECT** promotional literature; a Program Information sheet, a Market Interest Questionnaire and a Participation Agreement.

CANADA THE MARKET:

Canada is the largest market for U.S. agricultural exports. In FY2003, U.S. agricultural exports to Canada reached a record \$9.1 billion. Canada is the top market for U.S. consumer food products and one that has been growing steadily over the past 10 years. Half of total U.S. exports of fresh fruits and vegetables (\$3.5 billion) are shipped to Canada. Further, the importance of trade with Canadian provinces cannot be underestimated.

With regard to agricultural trade, if Ontario, British Columbia and Alberta were countries they would rank, respectively, as the 4th (\$5.6 billion), 7th (\$1.2 billion) and 16th (\$650 million) largest individual markets for U.S. agricultural exports. Total U.S. agriculture, fish and forest product exports to Canada in FY2003 (\$11.4 billion) exceeded the level exported to the fifteen European Union member states by \$3.8 billion for the same period.

Despite the promise the Canadian market holds for U.S. exporters of high value products, it can be a difficult market to enter for small - and medium- sized companies due to the sophisticated selection of products already available, the high costs involved in placing untested products on the shelf, the need to work through brokers (manufacturer's agents), the regionalization of retail distributors and brokers, high retail food concentration within regions (in most regions 3 or 4 retailers control over 80% of the market), and the high levels of private label branding at the expense of trademark brands.

FAS Canada Contact Information: Office of Agricultural Affairs

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CANADA CONNECT

CANADA AGRIFOOD NETWORK- AGENT DISTRIBUTOR CONNECTION

Program Information

I. Program Description:

CANADA CONNECT is endorsed by the Foreign Agricultural Service, U.S. Embassy, Ottawa Canada and offered by selected Service Providers to assist U.S. companies in their efforts to establish commercial relationships with prospective agents/brokers and/or distributors in Canada.

II. Service Provider Responsibilities:

- 1. Upon receipt of the Client's product literature, the Service Provider will consult with the CANADA CONNECT Client to discuss qualifications sought in prospective Canadian business partners; will contact and pre-screen prospective partners before scheduling individual business meetings (usually four appointments per day); and will begin work on developing an appointment schedule (normally requires 20 working days).
- 2. The Service Provider will furnish travel information and logistical support, as required, to the CANADA CONNECT Client from its Canadian office. Upon arrival in Canada, the Service Provider will brief the Client on the economic environment; provide local communications and secretarial services; review the Client's competitive situation based on current import levels, local marketing practices, and industry trends; and accompany the Client to off-site business meetings.
- 3. The Service Provider will also provide the CANADA CONNECT Client with follow up assistance and support required to meet the Client's stated CANADA CONNECT objectives in Canada.

III. Client's Responsibilities:

Each firm making use of the CANADA CONNECT Service must:

- 1. Be a bona fide (legally registered) U.S. Company;
- 2. Offer U.S. origin products or services;
- 3. Submit a CANADA CONNECT Participation Agreement with supporting material as listed below, at least 20 working days prior to the proposed visit.
- 4. Submit credit card payment in full to the Service Provider (Cost of service is US\$600 for the first day and US\$300 for a second day, per market).
- 5. Provide a minimum of 15-20 sets of company literature including an introductory letter stating company's objectives; price lists, product literature, etc. to the Service Provider.
- 6. Provide a completed CANADA CONNECT Market Interest Questionnaire to the Service Provider.

USDA/Foreign Agricultural Service and/or the Service Provider reserve the right to refuse the CANADA CONNECT Service to prospective users who do not meet these requirements.

CANADA CONNECT

CANADA AGRIFOOD NETWORK - AGENT DISTRIBUTOR CONNECTION

Market Interest Questionnaire

Name of Company:	(Dates)	(to be confirmed
Address:		
City:	State:	Zip Code:
Telephone:	Fax:	
Email:		
Company/Participant is:	New-to-ExportNew-to-Mark	ket Old-to-Market
Number of Employees:1	-49 50-99100-299 mo	pre
Current Company Represent - If <u>yes</u> please provide nan		No
Additional Information, if ne	eded, e.g. description of produc	cts being promoted
	Part 1 - Marketing Informa	ation
1) Name(s) and title(s) of c CONNECT Program.	ompany representatives who w	ill participate in the CANADA
	during the CANADA CONNECT Fention of significant features).	

3) Company background (when founded, position i	n industry, size, etc.))
4) Please indicate the most important end-users for promote in Canada (rank in order of importance): Retail Grocery (consumer packaging) Food Service (Hotel, Restaurant and Institutional) Food Manufacturers (ingredient buyers) Other (please specify):		your company will
5) Choose one or all of the following categories to Fresh/Chilled Frozen Shelf Stable Bulk Other (please specify):		
6) Objectives in Canada (check all that apply) Very In	nportant Important	Less Important
 Finding National Sales Representation Finding Regional Sales Representation Finding Direct Buyers Finding Licensee Finding Joint Venture Partner Product testing/ market research Other (please specify): 		
Part 2 - Canadian Represe	ntative Information	า
7) Are you currently represented in Canada?	Yes	No
If yes, do your agents or distributors know you are Canada?	e seeking additional re	epresentation in
Please provide contact information on current ager role for them?	nts or distributors an	d advise if there is a
8) Who are your principal competitors in Canada?		
9) State any specific or special conditions required facilities, technical Capabilities, financial strength,		-

10) Will you require other?	logistical support s	such as hotel reservations, ground transportat	ion, or
	Yes	No	
Please specify assist	ance or information	n required:	

CANADA CONNECT

CANADA AGRIFOOD NETWORK - AGENT DISTRIBUTOR CONNECTION

Participation Agreement

	State:	Zip Code:
Геlephone:	Fax:	Email:
Food/Beverage Ser	vice Provider:	Wine Service Provider::
Faye Clack Marketin Communications, Ir 170 Robert Speck Pkw Mississauga, Ontario L Telephone: (905) 206 Fax: (905) 206-0581 E-Mail: info@fayeclac Point of Contact: Cor	nc. wy. L4Z 3G1 5-0577 <u>ck.com</u>	Ketchin Sales & Marketing 74 Hurontario Street, Suite 206 Collingwood, Ontario L9Y 2L8 Telephone: (705) 444-5255 Fax: (705) 444-6467 Email: rketchin@ketchin.com Point of Contact: Robert Ketchin
Payment accepted I	by check or Visa	Payment accepted by check
Basic charge for the (per market.	CANADA CONNECT pa	ackage: One day US\$600/US\$300 second day,
Expiry Date: Cardholder's Name: _		
Expiry Date: Cardholder's Name: _ Cardholder's Signature Additional charges wil	e:	
Expiry Date: Cardholder's Name: _ Cardholder's Signature Additional charges will billed separately. Company/Participant Conditions of Participal information provided	e:	tween the Service Provider and the Client and e terms of the attached CANADA CONNECT, art of this agreement, and acknowledges that nt to the Service Provider in connection with this
Expiry Date:Cardholder's Name: _Cardholder's Signature Additional charges will billed separately. Company/Participant Conditions of Participal information provided service may be made	e:	tween the Service Provider and the Client and e terms of the attached CANADA CONNECT, art of this agreement, and acknowledges that nt to the Service Provider in connection with this